

GOVERNMENT OF ANDHRA PRADESH
A B S T R A C T

CSFs - Financial assistance to Nizamabad CS Ltd., Sarangapur – Release of an additional amount of Rs.5,58,00,000/- as a loan for revival of the factory and cane development activities – Orders – Issued.

INDUSTRIES AND COMMERCE (SUGAR) DEPARTMENT

G.O.Rt.No. 24,

Dated:08-03-2011.

Read the followings:-

1. From the Commissioner of Sugar & Cane Commissioner, Lr.Rc.No. 3780/D2, Dt:28.12.2010.
2. G.O.Rt.No.583, Finance (Exp.I&C) Deptt., Dt.28.2.2011.

ORDER:

The Commissioner of Sugar and Cane Commissioner in his letter 1st read above has informed that earlier vide his Letter Dt.25-9-2010 while enclosing the D.O. Letter Dt.21-9-2010 of the Collector, Nizamabad District has requested the Government to take appropriate decision on the request of the Member of Cane Growers Advisory Committee for release of Rs.7.50 crores towards seed, other inputs, salaries and maintenance of the plant or Rs.3.50 crores minimum Government support for revival of Cooperative Sugar Factory towards salaries, repairs and maintenance. The Government vide Memo.No.8403/Sug/A1/2010, Dt.25.11.2010 have informed that the proposal of Nizamabad CSF for providing financial assistance to run the factory 2010-2011 season or to conversion under A.P. MACS Society 1995 can not be accepted.

2. The Commissioner of Sugar and Cane Commissioner has further stated that the Sugar Employees Union has submitted a representation, Dt.8.12.2010 to Hon'ble Minister for Sugar wherein the Sugar Employees Union stated that there were no crushing operations during last three seasons in Nizamabad CSF and there are 22 permanent employees, 48 seasonal employees, 178 NMR employees and other 500 employees are working in this factory and they are totally depended on the CSF. Since last 30 months, the above said employees are losing their livelihood due to closure of the factory and they are not in a position to meet their basic needs and requested to provide financial assistance to Nizamabad CSF for reopening of the factory, enable the CSF to provide employment opportunities or to implement VRS scheme to the employees, enable them to get a minimum income as pension from the provident fund.

3 The Commissioner of Sugar and Cane Commissioner has also stated that the Dist.Collector / Person-In-Charge and MD, Nizamabad CSF stated that most of the sugarcane growers are requested to arrange seed cane, fertilizers, weedicides (on loan basis), seed transport etc., through factory on par with neighboring factories in view of the non-availability of seed cane, fertilizers and weedicides in their own villages. The details of the cane development programme are as follows:

	<u>Rs. in lakhs</u>
i) amount required for seed cane supply (on loan) @ 3 MTs per acre to an extent of 2500 acres x Rs.2200/-.	= Rs.165.00
ii) fertilizers, weedicides and pesticides etc.(on loan)=	Rs. 62.00
iii) amount required for Harvesting labour(on loan) =	Rs. 70.00
iv) seed cane transport (subsidy)	= Rs. 11.00
v) repairs & maintenance and overhauling works	= Rs.100.00
vi) salaries and other overheads for 12 months	= Rs.150.00
Total	----- Rs. 558.00 -----

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4. While explaining the above, the Dist. Collector/PIC and MD, Nizamabad Cooperative Sugars Limited have requested the Commissioner of Sugar to recommend to Government for sanction of Rs.558.00 lakhs at an early date.

5. The Commissioner of Sugar and Cane Commissioner has therefore requested the Government to take an appropriate decision on the request of the Dist. Collector/PIC & Managing Director of Nizamabad Coop. Sugar Factory for sanction of Rs.558.00 lakhs for 2010-2011 planting season and keeping in view the 2011-2012 crushing season.

6. Government after careful examination of the circumstances, hereby accord sanction for an additional amount of Rs.5,58,00,000/- (Rupees Five Crores and Fifty Eight Lakhs Only) under Plan as loan to the Commissioner of Sugar and Cane Commissioner towards Nizamabad Cooperative Sugar Factory Limited for revival of the factory and cane development activities in relaxation of Treasury Control Orders by obtaining supplementary grants during the year 2010-11.

7. The expenditure shall be debited to the Head so Account as indicated below:

“6860 – Loans for Consumer Industries – 04 - Sugar – 101 – Loans to Co-op. Sugar Mills – GH.11 NSP – SH (08) Loans to Co-operative Sugar Factories – 001- Loans to Cooperative Sugar factories”.

8. The Commissioner of Sugar and Cane Commissioner shall take necessary action to draw and disburse the amount.

9. This orders issue with the concurrence of Finance (Exp.I&C) Department vide their U.O.No.3262/51/Exp.I&C/2011, Dt.01-03-2011 and as per Budget Release Order issued in the reference 2nd read above.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

B. SAM BOB,
PRINCIPAL SECRETARY TO GOVERNMENT &
COMMISSIONER FOR INDUSTRIAL PROMOTION.

To

The Commissioner of Sugar and Cane Commissioner, AP, Hyderabad.

Copy to:

The Managing Director (I/C), Nizamabad CSF Limited, Sarangapur,
Nizamabad District.

The PE Department.

The Finance Exp. (I&C) Department.

The Finance (BG) Department.

The AG, AP, Hyderabad.

The DT&A, AP, Hyderabad.

The P&AO, AP, Hyderabad.

The PS to M (MI, Sugar, C&EP).

SF/SCs.

//FORWARDED:: BY ORDER//

SECTION OFFICER.